

## State of Utah

## Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR Governor

GARY R. HERBERT Lieutenant Governor

April 21, 2006

William Hudson, President Rocanville Corporation 8235 Douglas Ave. Suite 1201 Dallas, Texas 75225

Subject: Request for Signature and Notary to the Large Mine Reclamation Contract and

Payment Schedule, Rocanville Corporation, Tejon Quarries, M/027/087, Millard

County, Utah

Dear Mr. Hudson:

Over the course of the past year there have been several Rocanville Corporation and/or Rocanville Stone paperwork submittals to the Division, however, none have received Division approval. Business entity inconsistency continues, where some submitted paperwork is from Rocanville Stone and other paperwork refers to Rocanville Corporation. In reviewing the history through several documents, it appears Rocanville Corporation is the entity responsible for reclamation liability. A more specific overview of the information is outlined as follows:

- The transitional reclamation contract was executed on July 1, 2004, between William Hudson, president of 'Rocanville Stone' and the Division. However, the interim period has ceased;
- During the months of April and June, 2004, 'Rocanville Corporation' obtained two certificates of deposit through Wells Fargo Bank totaling \$31,700 as reclamation surety;
- On May 4, 2005 the Division received a Reclamation Contract signed by Mert Hamilton as 'agent in charge of operations' for 'Rocanville Stone' identifying a total of 20 acres. The Division did not approve it because a reclamation payment schedule proposal had not been received, therefore unapproved;
- On February 24, 2006, Mert Hamilton, of 'Rocanville Stone', submitted a Surety payment schedule proposal, however, it had not received Division approval;
- Between March 31, 2006 and April 12, 2006, a total of \$5,000 in cash has been received by 'Rocanville Corporation' and processed as reclamation surety per the submitted payment schedule proposal dated February 24, 2006.

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Because much of the information contained in the reclamation contract received by the Division on May 4, 2005, is no longer applicable, it is being returned to you. A new reclamation contract, completed on your behalf, is enclosed for your signature and notary. In addition, a payment schedule, "Rocanville Corporation Payment Schedule M/027/087" is enclosed for your signature. Once signed, please return the originals to the Division where they will be reviewed and submitted for final approval.

If you have any questions or require discussion regarding the content of this letter, please contact Beth Ericksen (801) 538-5318.

Sineerely

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Haddock

SMW:BE:pb

Enclosures: Large mine reclamation contract, payment schedule, reclamation contract

cc:

Beth Ericksen, DOGM Tom Munson, DOGM

Mert Hamilton, Rocanville Stone, copies